



### Domestic Fundamentals:

- Edible oil complex featured mostly weak trend at various markets centers on Friday.
- Soy oil domestic prices fell on demand concerns while palm oil prices fell on fall in international benchmarks. BMD CPO fell on fall in crude oil prices and global selloff in commodities. CBOT soy oil rose on rise in crude oil prices and fall in stocks of soy oil in US. Favorable US soybean crop report as reported by USDA will cap gains..
- According to cargo surveyor Intertek Testing Services (ITS), Malaysia's June1-25 palm oil exports rose 37.2 percent to 1,390,860 tons compared to 1,014,000 tons in corresponding period last month. Top buyers were European Union 385,915 tons (233,220 tons), China at 337,200 tons (193,715 tons) and India & subcontinent 281,425 tons (149,100 tons). Values in brackets are figures of corresponding period last month.
- In the weekly USDA crop progress report released this week; The US Soybeans planting is reported at 96% up from 83% same period last year and 93% from 5 year average. Soybean emerged is reported at 89% up from 66% same period last year and 85% from 5 year average. About 58% of the crop is under good condition, 12% at excellent condition and 25% at fair condition.
- Global soy oil prices are expected to be supported by fall in stocks of soy oil in US as reported by NOPA, less water in Parana River in Argentina, gradual opening of economies in the world, higher demand of soybean by China and rise in crude oil prices. US soybean planting is progressing at pace higher than last year and 5-year average and crop condition is better than last year and 5-year average. Water in Parana river is down in Argentina leading to delay in shipments of soy oil leading to rise in basis of soy oil over CBOT.
- India is expected to import 15% more sunflower oil due to firm demand from households as markets were closed due to lockdown. Further, Ukraine is expected to produce higher sunflower oil in 2019-20 compared to 2018-19. Global sunflower oil is expected to remain firm on firm global demand. However, import parity of sunflower oil is negative and refining margins are in disparity.
- Palm oil international priced are expected supported by expectation of fall in end stocks of palm oil in Malaysia and Indonesia, rise in exports of palm oil from Malaysia, firm demand of palm oil from India and China, higher use of palm oil in biodiesel in Indonesia and Malaysia and rise in crude oil prices.
- Palm oil exports from Malaysia surged due to firm demand from all major locations. Demand of China firmed as it started to stock palm oil after opening of lockdown and US-China dispute on China's handling of coronavirus and political condition in Hong Kong. Demand of palm oil is expected to firm from India as Malaysia removed export duty on crude palm oil and restocking of palm oil due to lower imports in 2020 and India restricting RBD palmolein imports.
- Palm oil end stocks are expected to fall in Malaysia in June due to surge in exports of palm oil and slower rate of growth of production of palm oil in Malaysia in June.
- According to National Oilseed Processors Association (NOPA), U.S. May soybean crush fell by 1.26 percent m-o-m to 169.584 million bushels from 171.754 million bushels in April 2020, below market expectation. Crush of soybean in May was higher by 9.56 percent y-o-y compared to Apr 2019 figure of 154.795 million bushels. Soy oil stocks in U.S. at the end of May fell 10.94 percent m-o-m to 1.880 billion lbs compared to 2.111 billion lbs in end Apr 2020. Stocks of soy oil in end May was higher by 18.91 percent y-o-y compared to end May 2019, which was reported at 1.581 million lbs. Soy oil stocks was below trade expectation.

**Outlook:** Edible oil basket is expected to feature sideways to firm tone in near term.

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
Jul-20	-7.60	827.00	828.50	812.00	817.00	15,460	-900	26485	-295
Aug-20	-5.90	817.00	820.00	803.30	808.80	7,935	660	11645	1750
Prices & Vol-OI are at 5:30 PM									

Spread	Jul -20	Aug1-20
Spot	23.00	
Jul-20		-8.20
Aug-20		

**MCX CPO Futures**

Contract	+/-	Open	High	Low	Close	Volume	Volume Change	OI	OI Change
June-20	-8.80	722.40	723.30	703.10	709.50	640	-200	1677	-20
July-20	-8.20	677.90	683.00	663.50	669.00	2107	-1035	4438	274

Spread	June-20	July-20
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Spot	9.5	
June-20		-40.5
July-20		

**CBOT Soy Oil Futures (Projections):**

(Values in US cents/lb)

Contract	+/-	Open	High	Low	Close
Jul	0.25	27.56	27.8	27.49	27.79
Aug	0.25	27.73	28	27.68	27.99
Sep	0.23	27.87	28.16	27.86	28.14
Oct	0.24	28.07	28.33	28.04	28.33
Dec	0.25	28.39	28.68	28.36	28.67

-0.12

**Forex:**
**BMD CPO Futures:**

(Values in MYR/tonnes)

Contract	+/-	Open	High	Low	Close
Jun	-38	2530	2530	2458	2669
Jul	-32	2481	2489	2415	2626
Aug	-27	2419	2430	2356	2585
Sep	-18	2392	2398	2332	2560

Date/Currency	Chinese Yuan	Indonesian Rupiah	Malaysian Ringgit	Argentine Peso	Indian rupee	Brazilian Real	Dollar Index	Crude Oil WTI (\$/barrel)
25/06/2020	7.08	14240	4.289	70.09	75.59	5.36	97.41	38.72

**Edible Oil Prices at Key Market:**

Commodity	Centre	Prices(Per 10 Kg)		Change
		26-Jun-20	25-Jun-20	
Refined Soybean Oil	Indore	840	855	-15
	Indore (Soy Solvent Crude)	810	825	-15
	Mumbai	840	845	-5
	Mumbai (Soy Degum)	795	793	2
	Kandla/Mundra	835	835	Unch
	Kandla/Mundra (Soy Degum)	795	795	Unch
	Kolkata	830	835	-5
	Delhi	865	880	-15
	Nagpur	917	917	Unch
	Rajkot	810	810	Unch
	Kota	850	850	Unch
	Hyderabad	Unq	Unq	-

	Akola	853	853	Unch
	Amrawati	854	854	Unch
	Bundi	855	855	Unch
	Jalna	927	927	Unch
	Solapur	907	907	Unch
	Dhule	927	927	Unch
Palm Oil*	Kandla (Crude Palm Oil)	755	757	-2
	Kandla (RBD Palm oil)	824	830	-5
	Kandla RBD Pamolein	856	861	-5
	Kakinada (Crude Palm Oil)	725	740	-16
	Kakinada RBD Pamolein	835	835	Unch
	Haldia Pamolein	845	851	-5
	Chennai RBD Pamolein	845	851	-5
	Chennai RBD Pamolein (Vitamin A&D Fortified)	887	907	-20
	KPT (krishna patnam) Pamolein	840	840	Unch
	Mumbai RBD Pamolein	866	866	Unch
	Mangalore RBD Pamolein	851	856	-5
	Tuticorin (RBD Palmolein)	832	845	-14
	Delhi	870	880	-10
	Rajkot	814	835	-21
	Hyderabad	800	820	-20
	PFAD (Kandla)	509	509	Unch
	Refined Palm Stearin (Kandla)	725	740	-16
	Superolien (Kandla)	830	877	-47
	Superolien (Mumbai)	840	882	-42
* inclusive of GST				
Refined Sunflower Oil	Chennai	935	935	Unch
	Mumbai	945	940	5
	Mumbai(Expeller Oil)	890	900	-10
	Kandla (Ref.)	925	925	Unch
	Hyderabad (Ref)	940	940	Unch
	Latur (Expeller Oil)	885	890	-5
	Chellakere (Expeller Oil)	895	900	-5
	Erode (Expeller Oil)	970	980	-10
Groundnut Oil	Rajkot	1350	1350	Unch
	Chennai	1350	1350	Unch
	Delhi	1380	1350	30
	Hyderabad *	1350	1350	Unch
	Mumbai	1400	1380	20
	Gondal	1350	1350	Unch

	Jamnagar	1350	1350	Unch
Rapeseed Oil/Mustard Oil	Jaipur (Expeller Oil)	1017	1017	Unch
	Jaipur (Kacchi Ghani Oil)	1045	1045	Unch
	Kota (Expeller Oil)	970	970	Unch
	Kota (Kacchi Ghani Oil)	1020	1040	-20
	Neewai (Expeller Oil)	1005	1005	Unch
	Neewai (Kacchi Ghani Oil)	1015	1015	Unch
	Bharatpur (Kacchi Ghani Oil)	1030	1020	10
	Sri-Ganga Nagar(Exp Oil)	980	980	Unch
	Sri-Ganga Nagar (Kacchi Ghani Oil)	1020	1020	Unch
	Mumbai (Expeller Oil)	980	990	-10
	Kolkata(Expeller Oil)	1020	1020	Unch
	New Delhi (Expeller Oil)	970	985	-15
	Hapur (Expeller Oil)	935	935	Unch
	Hapur (Kacchi Ghani Oil)	965	965	Unch
	Agra (Kacchi Ghani Oil)	1035	1025	10
Refined Cottonseed Oil	Rajkot	825	835	-10
	Hyderabad	810	820	-10
	Mumbai	845	855	-10
	New Delhi	795	810	-15
Coconut Oil	Kangayan (Crude)	1520	1475	45
	Cochin	1530	1530	Unch
Sesame Oil	New Delhi	1550	1600	-50
	Mumbai	Unq	Unq	-
Kardi	Mumbai	Unq	Unq	-
Rice Bran Oil (40%)	New Delhi	750	750	Unch
Rice Bran Oil (4%)	Punjab	770	760	10
Malaysia Palmolein USD/MT	FOB	618	623	-5
	CNF India	640	640	Unch
Indonesia CPO USD/MT	FOB	600	600	Unch
	CNF India	630	630	Unch
RBD Palm oil (Malaysia Origin USD/MT)	FOB	615	620	-5
RBD Palm Stearin (Malaysia Origin USD/MT)	FOB	595	595	Unch
RBD Palm Kernel Oil (Malaysia Origin USD/MT)	FOB	720	740	-20
Palm Fatty Acid Distillate (Malaysia Origin USD/MT)	FOB	520	523	-3
Crude palm Kernel Oil India (USD/MT)	CNF India	Unq	760	-



Ukraine Origin CSFO USD/MT Kandla	CIF	850	855	-5
Rapeseed Oil Rotterdam Euro/MT	FOB	660	770	-110
Argentina FOB (\$/MT)		25-Jun-20	24-Jun-20	Change
Crude Soybean Oil Ship		656	661	-5
Refined Soy Oil (Bulk) Ship		679	684	-5
Sunflower Oil Ship		760	755	5
Cottonseed Oil Ship		636	641	-5
Refined Linseed Oil (Bulk) Ship		Unq	Unq	-
* indicates including GST				

**Note - Domestic edible oil prices are in Indian rupees per 10 Kg, CNF/FOB/CIF prices are in USD per tons except Rapeseed oil Rotterdam (Euro per tons).**

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